

State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.

GARY R. HERBERT Lieutenant Governor

October 12, 2006

Tony Peck 75 South 600 East Lehi, Utah 84043

RE: Requirement to Reclaim, North Slope Mine, M0490028, Utah County, Utah

Dear Mr. Peck:

This Division conducted an inspection of your mining operation on August 22, 2006 (copy of inspection memo attached). This area was permitted in August of 1996. Approximately 1/3 acre was disturbed at that time. Apparently, there has been no mining or reclamation activity since then.

In checking our records, it was found that the annual permit fee of \$150.00 for this project has not been paid (due July 30, 2006). Since this fee has not been remitted, mining at the site is suspended until this fee is paid. An invoice for remitting this fee is attached.

Since there has been no mining for approximately 10 years, immediate reclamation of the site is now required, as per to Rule R647-3-113.5 of the Minerals Regulatory Program. Failure to complete reclamation this fall may result in enforcement action or an Agency action requiring you to appear before the Board of Oil Gas and Mining to justify why reclamation should not be completed.

On June 8, 2006, the Division sent a letter to all operators of exploration projects and small mining operations providing information about the recent rule changes resulting in reclamation surety requirements for small mines and exploration projects within the state of Utah. The required bond amount for this site is \$5,400.00 (based on average per acre costs). If reclamation of the site is not completed by November 30, 2006 you will need to provide a reclamation bond (for \$5,400) and Reclamation Contract for this project by December 8, 2006. Please contact Beth Ericksen at (801) 538-5318 to obtain the necessary forms for the bond and contract.

Page 2
Tony Peck
M0490028
October 12, 2006

During the August 22, 2006 inspection, these issues were discussed with John Hewitt of Interstate Brick. He is willing to coordinate the fee payment and reclamation of the site with you. Please contact John to work out the details.

The Division appreciates your attentiveness to resolve these issues. If you have any questions call myself at (801)538-5258 or Lynn Kunzler @ 538-5310

Sincerely,

Daron Haddock Permit Supervisor

Minerals Regulatory Program

2. Haddrek

SMW:LK:pb

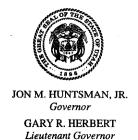
Enclosures: Billing Statement, Inspection memo

c: John Hewitt, Interstate Brick Company w/attachments

John Blake, SITLA

Beth Ericksen, DOGM

O:\M049-Utah\S0490028-NorthSlope\final\SummaryofRegforBond.doc





MICHAEL R. STYLER Executive Director

JOHN R. BAZA Division Director

Inspection Report Minerals Regulatory Program September 28, 2006

Supervisor &

Mine Name: North Slope	•
Operator Name: Tony Peck	

(Interstate Brick Company)

Inspector(s): Lynn Kunzler, DOGM

Other Participants: John Hewitt

Permit number: M0490028 **Inspection Date:** August 22, 2006

Time: 12:30 pm

Mine Status: Inactive

Elements of Inspection	Evaluated	Comment	Enforcement
 Permits, Revisions, Transfer, Bonds Public Safety (shafts, adits, trash, signs, highwalls) Protection of Drainages / Erosion Control Deleterious Material Roads (maintenance, surfacing, dust control, safety) Concurrent Reclamation Backfilling/Grading (trenches, pits, roads, Soils Revegetation Other 			

Purpose of Inspection:

Operator had requested an inspection to release this site.

Inspection Summary:

This site was permitted in 1996. it is located west of the Allred permit area. There has been no reported activity for 1997-2005. The 10- year window of continued suspension before reclamation is required is fast approaching.

Less than 1 acre has been disturbed at this site, which occurred almost 10 years ago. This disturbance has not been reclaimed. Mr. Hewitt indicated that he would have this area reclaimed this fall.

Conclusions and Recommendations:

This file cannot be closed at this time. The operator will need to pay the annual permit fee of \$150.00. If reclamation work is not completed this fall, the operator will need to provide a reclamation surety in the amount of \$5,400.00. Since it has been almost 10 years since this site was active, the operator should also be notified that if reclamation is not completed this fall he will need to appear before the Board to justify why he could should not reclaim the site immediately.

Inspector's Signature	4	/	2		Date: S	September 28, 2006
LK:pb	/					
O:\M049-Utah\S0490028-No	rth	Slope\ins	spection	ons\i	;	



JON M. HUNTSMAN JR. Governor MICHAEL R. STYLER Executive Director JOHN R. BAZA Division Director



1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

PECK, TONY 75 S 600 E LEHI UT 84043

AT.	TEN.	TION:	JOHN	I HEV	NIT.	T
-----	------	-------	------	-------	------	---

ANNUAL PERMIT FEE Annual Permit Fee			es (July 2006 thru June 2007)		
PROJECT NAME	PROJECT ID	ACRES	BILLING DATE		
NORTH SLOPE	S490028	NA	06/23/2006		
PERMIT TYPE	PROJECT STATUS				
SMALL MINING OPERATION < 5 ACRES	INACTIVE		ANNUAL FEE		
			\$ 150		
	DI	JE DATE	AMOUNT DUE		
	10/1	2/2006	\$ 150		

Please see enclosed instructions for payment.

Please retain this portion for your records. For billing Information call (801) 538-5291

This portion MUST be returned with your payment to ensure proper credit. THANK YOU

ACCOUNT BILLED	PROJECT NAME		PROJECT ID
PECK, TONY	NORTH SLOPE		\$490028
	THE NOT ENCLOSED quest inspection to see permit (site/bond ease application ached). Change of Address Contact Address		is .
DIVISION OF OIL GAS AND MIN 1594 WEST NORTH TEMPLE SI PO BOX 145801 SALT LAKE CITY UT 84114-58	E-Mail Address		

Please make check payable to:
Division of Oil, Gas and Mining